

STATE OF WASHINGTON WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

1300 S. Evergreen Park Dr. S.W., P.O. Box 47250 • Olympia, Washington 98504-7250 (360) 664-1160 • TTY (360) 586-8203

CERTIFIED MAIL

September 19, 2012

Sue McLain Senior Vice-President Delivery Operations Puget Sound Energy PO Box 90868 M/S PSE-12N Bellevue, WA 98009-0868

Dear Ms. McLain:

RE: 2012 Natural Gas Standard Inspection Puget Sound Energy- Gas Transmission Facilities

Staff from the Washington Utilities and Transportation Commission (staff) conducted a standard inspection from July 9 to July 26, 2012 of the Puget Sound Energy (PSE), intrastate gas transmission facilities. The inspection included a records review and inspection of the pipeline facilities. An exit interview discussing the results of the inspection was performed on August 16, 2012.

No apparent violations were noted as a result of the inspection.

Staff would like to thank PSE's personnel for their professionalism and cooperation during this inspection.

If you have any questions or if we may be of any assistance, please contact Lex Vinsel at (360) 664-1319.

Sincerely,

David D. Lykken

Pipeline Safety Director

cc: Carol Wallace, Director, Gas Operations, PSE

Cathy Koch, Director, Compliance, PSE

Duane A. Henderson, Manager, Gas System Integrity, PSE

Cheryl McGrath, Manager, Compliance and Regulatory Audits Gas, PSE